

UNITED STATES DISTRICT COURT
DISTRICT OF MASSACHUSETTS

AMERICAN RE-INSURANCE COMPANY;
AMERICAN UNITED LIFE INSURANCE
COMPANY; DORINCO REINSURANCE
COMPANY; FIRST ALLMERICA FINANCIAL
LIFE INSURANCE COMPANY; GUARDIAN LIFE
INSURANCE COMPANY OF AMERICA;
HARTFORD LIFE INSURANCE COMPANY;
HOUSTON CASUALTY COMPANY; JOHN
HANCOCK LIFE INSURANCE COMPANY
(U.S.A.); INSURANCE CORPORATION OF
HANNOVER; MONUMENTAL LIFE INSURANCE
COMPANY; PAN AMERICAN LIFE INSURANCE
COMPANY; PHOENIX LIFE INSURANCE
COMPANY; RELIANCE STANDARD LIFE
INSURANCE COMPANY; RELIASTAR LIFE
INSURANCE COMPANY; SUN LIFE
ASSURANCE COMPANY OF CANADA;
SWISS RE LIFE & HEALTH AMERICA; AND
TRANSAMERICA OCCIDENTAL LIFE
INSURANCE COMPANY,

Plaintiffs,

v.

AMERICAN INTERNATIONAL GROUP INC.
and TRENWICK AMERICA REINSURANCE
CORPORATION,

Defendants

Civil Action No. 05-11840-MLW

FIRST JOINT STATUS REPORT

The Court's Order of September 7, 2006 granting the defendants' motions to stay requires that the parties report by February 28, 2007, and every six months thereafter, whether this case may be dismissed. Pursuant to the Court's Order, the parties report that the plaintiffs and defendant American International Group Inc. ("AIG") have reached a settlement and are filing with this report a stipulation of dismissal with prejudice of plaintiffs' claims against AIG.

Plaintiffs and Trenwick America Reinsurance Corporation are working toward a settlement, but they have not yet reached agreement. Therefore, this case may not be dismissed at the present time as to Trenwick.

AMERICAN REINSURANCE COMPANY,
ET AL.

By their attorneys,

/s/ Steven L. Schreckinger
Steven L. Schreckinger (BBO No. 447100)
Lynch, Brewer, Hoffman & Fink, LLP
101 Federal Street
Boston, MA 02110
(617) 951-0800

LOVELLS
Joseph T. McCullough, IV
Robin C. Dusek
One IBM Plaza, Suite 1900
330 North Wabash Avenue
Chicago, Illinois 60611
(312) 832-4400

AMERICAN INTERNATIONAL
GROUP INC.

By its attorneys,

/s/ John T. Harding
John T. Harding (BBO No. 221270)
Michael F. Aylward (BBO No. 024850)
Morrison Mahoney LLP
250 Summer Street
Boston, MA 02210
(617) 439-7558

TRENWICK AMERICA
REINSURANCE CORPORATION

By its attorneys,

/s/ Eben A. Krim
Mark W. Batten (BBO No. 566211)
Eben A. Krim (BBO No. 652506)
Proskauer Rose LLP
One International Place, 22nd Floor
Boston, MA 02210
(617) 526-9700

CERTIFICATE OF SERVICE

I hereby certify that I caused a true copy of the above document to be served upon the attorney of record for each other party by electronic means on February 26, 2007.

/s/ Anne Robbins